

**Sanford  
Holshouser LLP**

209 Lloyd St., Suite 350  
Carrboro, NC 27510

May 21, 2013

Joint Legislative Committee on Local Government  
Attention: Committee Chairs, Committee Ass't  
North Carolina General Assembly  
16 West Jones St.  
Raleigh, NC 27601

Fiscal Research Division  
Attention: Director  
North Carolina General Assembly  
300 North Salisbury St., Suite 610  
Raleigh, NC 27603

**Notice to the Joint Legislative Committee on Local Government  
Concerning Proposed Financing by the Town of Hope Mills**

To the Committee:

As counsel to the Town of Hope Mills, North Carolina, I am providing this notice in accordance with N.C. Gen. Stat. Section 120-157.2 of a proposed local government capital project that requires approval of the North Carolina Local Government Commission and requires debt to be issued in an amount exceeding \$1,000,000. The following is additional information concerning the proposed financing –

**Project description** – stormwater and drainage improvements at the Town Hall campus

**LGC meeting for consideration** – not determined; not before August 2013

**Estimated amount to be financed** – \$1,075,000

**Type of financing** – State Revolving Fund loan

**Description of other sources of financing** – The Town expects that the amount borrowed will pay substantially all the costs of the project, although the Town will be working on other Town-funded stormwater projects at the same time.



**Sanford Holshouser LLP**

May 21, 2013

page 2

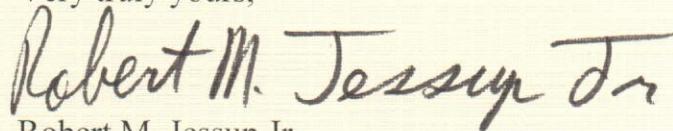
**Estimated financing term** – The Town expects a financing term of approximately 20 years from the completion of the construction, which the Town expects will be less than the expected useful life of the financed improvements.

**Estimated interest rate** – The loan has been committed to the Town at a 0% interest rate.

**Expected source of repayment** – stormwater enterprise revenues

Please let me know if you have additional questions or comments for me about this proposed financing.

Very truly yours,



Robert M. Jessup Jr.

cc: T. Vance Holloman, Secretary of the Local Government Commission  
c/o Dianne Kelly  
Scott L. Edwards, Town of Hope Mills finance officer  
Mark Bondo, legislative staff [mark.bondo@ncleg.net]  
(each by electronic mail)